

Idaho Legislative Audits
P.O. Box 83720
Boise, ID 83720-0054
208-334-2475



Idaho Bean Commission

Management Report on Internal Control

Issued: December 15, 2003
Fiscal Year: 2002 and 2003



EXECUTIVE SUMMARY LEGISLATIVE AUDITS

IDAHO BEAN COMMISSION

PURPOSE AND SCOPE. We have audited the financial statements of the Idaho Bean Commission for the fiscal years ended June 30, 2002 and 2003, in accordance with auditing standards generally accepted in the United States of America. The purpose of our audit is to determine if the Commission's financial statements are materially accurate and reliable, and that the Commission complied with laws and regulations affecting fiscal operations.

CONCLUSION. We conclude that the Commission's financial statements are materially accurate and reliable, and fiscal operations materially comply with related laws and regulations. As a result, we issued an unqualified opinion on the Commission's financial statements.

FINDINGS AND RECOMMENDATIONS. There are no findings and recommendations in this report, nor were there any findings and recommendations in the prior report.

AGENCY RESPONSE. The Commission has reviewed the audit and is in general agreement with its contents.

FINANCIAL SUMMARY. The Commission is primarily funded by a bean tax of 12¢ per hundred weight of beans sold through primary channels in Idaho.

IDAHO BEAN COMMISSION – FINANCIAL STATEMENTS

Balance Sheet

	<u>June 30, 2002</u>	<u>June 30, 2003</u>
ASSETS		
Cash	\$65,683	\$21,473
Receivables	30,125	31,030
Investments	<u>119,541</u>	<u>161,323</u>
Total Assets	<u>\$215,349</u>	<u>\$213,826</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	\$205	\$205
Payroll and Benefits	1,231	3,747
Unearned Grant Revenue	<u>71,349</u>	<u>29,665</u>
Total Liabilities	\$72,785	\$33,617
Fund Balance:		
Unreserved Fund Balance	<u>142,564</u>	<u>180,209</u>
Total Liabilities and Fund Balance	<u>\$215,349</u>	<u>\$213,826</u>

Statement of Revenues, Expenditures, and Changes in Fund Balances

	<u>June 30, 2002</u>	<u>June 30, 2003</u>
REVENUES		
Bean Tax Assessments	\$197,847	\$213,839
Interest Income	6,084	3,758
Miscellaneous Income	2,167	897
Grant Receipts	<u>8,651</u>	<u>65,184</u>
Total Revenues	<u>\$214,749</u>	<u>\$283,678</u>
EXPENDITURES		
Administration	\$112,735	\$96,690
Research	70,671	30,000
Market Development	31,530	26,325
Industry Partnership	23,968	23,028
Education and Promotion	29,854	4,806
Grant Expenditures (Promotion)	<u>8,651</u>	<u>65,184</u>
Total Expenditures	<u>\$277,409</u>	<u>\$246,033</u>
Excess (Deficiency) of Revenues Over Expenditures -		
Net Change in Fund Balance	(\$62,660)	\$37,645
Beginning Fund Balance	<u>205,224</u>	<u>142,564</u>
Ending Fund Balance	<u>\$142,564</u>	<u>\$180,209</u>

OTHER ISSUES. We discussed other, less important issues which, if changed, would improve internal control, ensure compliance, or improve efficiency.

This report is intended solely for the information and use of the Idaho Bean Commission and the Idaho Legislature and is not intended to be, and should not be, used by anyone other than these specified parties.

We thank the administrator, Diana Caldwell, and her staff for their assistance and cooperation given to us during this audit.

QUESTIONS CONCERNING THIS AUDIT SHOULD BE DIRECTED TO:

Ray Ineck, CGFM, Supervisor, Legislative Audits

Thomas Haddock, CPA, CGFM, Managing Auditor